

May 12, 2010

ITEM NO. B3

**AUTHORIZATION TO SUBMIT A DISPOSITION APPLICATION TO THE U.S.
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (“HUD”) FOR
PROPERTY LOCATED AT 6245 S. WABASH AND AUTHORIZATION TO ENTER
INTO A LONG-TERM LEASE WITH THE BOYS AND GIRLS CLUBS OF CHICAGO**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to: (1) submit a disposition application to HUD for the property located at 6245 S. Wabash, and (2) enter into a long-term lease with The Boys and Girls Clubs of Chicago for the same property for a base term of three (3) years with a five-year (5) option, subject to HUD disposition approval. The monthly rent for the term(s) of the Lease shall be \$100.00.

FUNDING

No CHA funding is applicable to this transaction

EXPLANATION

The Boys and Girls Clubs of Chicago (hereinafter “The Boys and Girls Clubs”) provides programs for children in an area of the City that needs a safe place for the children. The Boys and Girls Clubs have over 50 years of service at Chicago Housing Authority properties such as Henry Horner, Robert Taylor, Lathrop Homes, and Washington Park. In this particular south side neighborhood (Washington Park), there is a lack of existing services available to the community. The Boys and Girls Clubs continued partnership with the Chicago Housing Authority, at the Yancey Boys and Girls Club within the Washington Park community, will ensure the delivery of these much needed programs.

The Chicago Housing Authority supports The Boys and Girls Clubs’ mission to enable all young participants to reach their full potential as productive, caring, and responsible citizens. The Boys and Girls Clubs’ programs deal with character and leadership development, health and life skills, the arts, fitness, sports, and recreation, as well as music, dance, drama, photography, and sports camps. The Boys and Girls Clubs have committed to provide to the Chicago Housing Authority an annual report that will highlight the number of participants and success of their programs at the Yancey Boys and Girl Club location.

The Boys and Girls Clubs will contract for preventative maintenance at the Yancey Boys and Girl Club location on an annual preventative maintenance schedule (which will be shared with the Chicago Housing Authority). All utilities will be contracted for and paid for by The Boys and Girls Clubs.

Based upon the foregoing, it is recommended that the Board of Commissioners authorize the submission of a disposition application to HUD for the property located at 6245 S. Wabash Avenue and authorize the execution of a long-term lease with The Boys and Girls Clubs of Chicago for a base term of three (3) years with a five (5) year option, subject to HUD disposition approval. The monthly rent for the term(s) of the Lease shall be \$100.00.

RESOLUTION NO. 2010-CHA-63

WHEREAS, the Board of Commissioners have reviewed Board Letter dated May 12, 2010, entitled “Authorization to Submit a Disposition Application to the U.S. Department of Housing and Urban Development (“HUD”) for Property Located at 6245 S. Wabash Avenue and Authorization to Enter into a Long-Term Lease with “The Boys and Girls Clubs of Chicago”.

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT, the Board of Commissioners authorizes the Chief Executive Officer or his designee to: (1) submit a disposition application to HUD for the property located at 6245 S. Wabash Avenue, and (2) execute a long-term lease for the same property with The Boys and Girls Clubs of Chicago for a base term of three (3) years with a five-year (5) option, subject to HUD disposition approval. The monthly rent will be in the amount of \$100.00. The execution of the Lease is subject to HUD approval.

